LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7388 NOTE PREPARED: Jan 6, 2005

BILL NUMBER: HB 1823 BILL AMENDED:

SUBJECT: Public Purchasing of Professional Services.

FIRST AUTHOR: Rep. Austin

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill requires a board of public works to conduct interviews with prospective providers of professional services in public if the cost of the public work project equals or exceeds a certain amount.

Effective Date: July 1, 2005.

Explanation of State Expenditures:

Explanation of State Revenues:

<u>Explanation of Local Expenditures:</u> Local boards of public works will be required to hold public meetings and issue notices of those meetings when the cost of a public works project for which professional engineering, architectural, or accounting services meets certain levels. The cost levels are:

- \$75,000 for a consolidated city, second class city, a county containing either of these, or a regional water or sewer district;
- \$50,000 for a third class city, a town having a population of at least 5,000, or a county containing either of these; or
- \$25,000 for any political subdivision or agency not included in the above categories.

Holding public meetings and publishing notices should have a minimal fiscal impact on the local boards, depending on the number of projects that fall under the requirements of this bill.

HB 1823+ 1

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Boards of Public Works.

Information Sources:

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HB 1823+ 2